

Iowa
Comprehensive Annual Financial Report
for the fiscal year ended June 30, 2003





COMPREHENSIVE ANNUAL FINANCIAL REPORT



For the Fiscal Year
Ended June 30, 2003

GOVERNOR:
Thomas J. Vilsack

PREPARED BY:
The Iowa Department of Administrative Services-State Accounting Enterprise

About the Cover: *by Brian Bemisdarfer*

“Judicial Building”

The newest building for Iowa government is the Judicial Building. This building on the capital grounds is a showcase of polished brass and exotic stone interior adorned with allegorical murals and lavish landscaping. The building was dedicated May of 2003. The building provides interior workspace to promote increased performance, efficiency, comfort and overall quality of life.

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

| | |
|---------------------------------|------|
| Letter of Transmittal | II-X |
| GFOA Certificate of Achievement | XI |
| Iowa Organizational Structure | XII |
| Principal Officials | XIII |

FINANCIAL SECTION

| | |
|-------------------------------------|------------|
| INDEPENDENT AUDITOR'S REPORT | 2-3 |
|-------------------------------------|------------|

| | |
|---|-------------|
| MANAGEMENT'S DISCUSSION AND ANALYSIS | 4-12 |
|---|-------------|

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements

| | |
|-------------------------|-------|
| Statement of Net Assets | 14-15 |
| Statement of Activities | 16-17 |

Governmental Fund Financial Statements

| | |
|--|----|
| Balance Sheet | 20 |
| Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets | 21 |
| Statement of Revenues, Expenditures and Changes in Fund Balances | 22 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities | 23 |

Proprietary Fund Financial Statements

| | |
|--|-------|
| Statement of Net Assets | 26 |
| Statement of Revenues, Expenses and Changes in Fund Net Assets | 27 |
| Statement of Cash Flows | 28-29 |

Fiduciary Fund Financial Statements

| | |
|--|----|
| Statement of Fiduciary Net Assets | 32 |
| Statement of Changes in Fiduciary Net Assets | 33 |

Component Unit Financial Statements

| | |
|-------------------------|----|
| Statement of Net Assets | 36 |
| Statement of Activities | 37 |

| | |
|--|--------------|
| Notes to the Financial Statements | 38-66 |
|--|--------------|

REQUIRED SUPPLEMENTARY INFORMATION

| | |
|---|-------|
| Budgetary Comparison Schedule - Major Governmental Funds | 68-71 |
| Budgetary Comparison Schedule - Budget to GAAP Reconciliation | 72 |
| Notes to Required Supplementary Information - Budgetary Reporting | 73-75 |
| Schedules of Funding Progress | 76 |

SUPPLEMENTARY INFORMATION

Governmental Funds

| | |
|---|----|
| Combining Balance Sheet - By Fund Type | 78 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type | 79 |

Special Revenue Funds

| | |
|--|-------|
| Combining Balance Sheet | 82 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 83 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances | 84-89 |
| Budget and Actual - Budgetary Basis Nonmajor Funds | |

Capital Projects Funds

| | |
|--|----|
| Combining Balance Sheet | 92 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 93 |

Permanent Funds

| | |
|--|----|
| Combining Balance Sheet | 96 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 97 |

Proprietary Funds

Enterprise Funds

| | |
|--|---------|
| Combining Statement of Net Assets | 100 |
| Combining Statement of Revenues, Expenses and Changes in Fund Net Assets | 101 |
| Combining Statement of Cash Flows | 102-103 |

Internal Service Funds

| | |
|--|---------|
| Combining Statement of Net Assets | 106 |
| Combining Statement of Revenues, Expenses and Changes in Fund Net Assets | 107 |
| Combining Statement of Cash Flows | 108-109 |

Fiduciary Funds

Pension And Other Employee Benefit Trust Funds

| | |
|--|-----|
| Combining Statement of Fiduciary Net Assets | 112 |
| Combining Statement of Changes in Fiduciary Net Assets | 113 |

Private Purpose Trust Funds

| | |
|--|-----|
| Combining Statement of Fiduciary Net Assets | 116 |
| Combining Statement of Changes in Fiduciary Net Assets | 117 |

Agency Funds

| | |
|--|-----|
| Combining Statement of Fiduciary Net Assets | 120 |
| Combining Statement of Changes in Assets and Liabilities | 121 |

| | |
|--|----------------|
| Schedule Of Expenditures By Function - General Fund | 122-123 |
|--|----------------|

STATISTICAL SECTION

| | |
|---|---------|
| Revenues By Source - Governmental Fund Types | 126-127 |
| Expenditures By Function - Governmental Fund Types | 126-127 |
| Public Education - Public School Enrollment | 128 |
| Public Education - Public Higher Education Enrollment | 128 |
| Employment By Industry | 129 |
| Ten Largest Nongovernmental Employers | 130 |
| Labor Force, Employment and Unemployment - Annual Averages | 131 |
| Population, Total Personal Income, and Per Capita Personal Income | 132 |
| Agriculture - Cash Receipts and Government Payments | 133 |
| Revenue Bond Coverage | 134 |

ACKNOWLEDGEMENTS

